



REPORT OF THE EXECUTIVE MAYOR FOR SUBMISSION TO COUNCIL MEETING

MEDIUM TERM REVENUE AND EXPENDITURE FRAMEWORK BUDGET 2018/2019, 2019/2020 AND 2020/2021

1. EXECUTIVE SUMMARY

The purpose of the report is to seek Council approval on the Medium-Term Revenue and Expenditure Framework Budget 2018/2019, 2019/2020 and 2020/2021 financial year.

2. BUSINESS PLAN

None

3. COMPLIANCE WITH STRATEGIC OBJECTIVE

Good governance and Municipal financial viability

4. POLICY

TMDM Budget Policy

5. ANNEXURE

National Treasury Circular
TMDM Reviewed budget policies

6. DELEGATED AUTHORITY

Council

7. LEGAL REQUIREMENTS

- Local Government: Municipal Finance Management Act No. 56 of 2003
- Local Government: Municipal System Amendment Act No.32 of 2000
- Division of Revenue Act of 2018

8. BACKGROUND

In terms of Section 16 of the Municipal Finance Management Act No.56 of 2003-S16 (1) the council of a municipality must for each financial year approve an annual budget for the municipality before the start of the financial year.S16 (2) in order for a municipality to comply with subsection (1), the Executive Mayor of the municipality must table the annual budget at a council meeting at least 90 days before the start of the budget year.

The MTREF Budget 2017/2018 was compiled and aligned to the Integrated Development Plan and the following National Treasury circulars were taken into account:

- Municipal Budget Circular for the 2018/19 MTREF-MFMA Circular No.89
- Municipal Budget Circular for the 2018/19 MTREF-MFMA Circular No.91
- Municipal Budget Circular: Cost containment measure MFMA Circular .82
- Division of Revenue Bill (Gazette 40610)
- MFMA previous guidelines and circular, and
- Municipal Budget and Reporting Regulation

9. FINANCIAL IMPLICATIONS

- Total Operating Revenue of R 126,301,878
- Total Operating Expenditure of R 119,938,709 and
- Total Capital Expenditure of R 300 000

10. STAFF IMPLICATIONS

None

11. RISK IMPLICATIONS

None

12. RECOMMENDATION

- It is recommended that Council of Thabo Mofutsanyana District Municipality acting in terms of section 24 of the Municipal Finance Management Act ,(Act 56 of 2003) approve the Medium-Term Revenue and Expenditure Framework Budget for the budget period 2018/19,2019/20 and 2020/21



Cllr. M Vilakazi

Executive Mayor: Thabo Mofutsanyana District Municipality